ILLINOIS FARM REPORT





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U.S. DEPARTMENT OF AGRICULTURE ILLINOIS DEPARTMENT OF AGRICULTURE http://www.nass.usda.gov

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The staff of the Illinois Field Office wishes to thank the farmers, ranchers and agribusinesses that responded to the September Yield Survey, the August Milk Production Survey, the August Prices Received Survey and the July Labor Survey. Your responses to these surveys are important to the agricultural community.

HIGHLIGHTS

SEPTEMBER CROP REPORT MILK PRODUCTION AGRICULTURAL PRICES FARM LABOR

SEPTEMBER CROP REPORT

The 2006 <u>Illinois</u> corn crop is expected to yield 174 bushels per acre, up two bushels from the August forecast and up 31 bushels from last year's yield. If realized, total corn production would be 1.99 billion bushels, 17 percent more than produced in 2005. If realized, this would be the second highest yield and production on record behind 2004. The weather has moderated since late July allowing the corn crop to progress with little stress. Temperatures were near normal throughout August with above normal precipitation being received across the state. All districts averaged from 3.5 to 5.0 inches of rain during the month, however, areas in the West and West Southwest Districts remained on the dry side.

The forecast yield for soybeans is 48 bushels per acre, up three bushels from the August 1 forecast and up one bushel from last year. Production is expected to total 482.4 million bushels, nine percent above last year. If realized, this would be the second highest yield and production on record behind 2004. Rains received across the state during the month of August helped the majority of the soybean crop reach its potential. Temperatures were near normal during much of the month with soil moisture supplies improving after rains were received during the last three weeks of the month. As of September 3, 17 percent of the soybeans were turning yellow, compared to 46 percent last year and the five-year average of 32 percent. The soybean condition rating increased slightly during the month of August from 68 percent rated good or excellent on August 6 to 74 percent on September 3.

CROP ACREAGE & PRODUCTION, 2005-2006

| Crop (Acres | Illino | ois | United States | | | |
|---------------------------|------------|--------------|----------------|-----------------|--|--|
| for harvest) | 2005 | 2006 | 2005 | 2006 | | |
| | Acreas | ge and produ | ction in thous | sands | | |
| Corn, Grain | | | | | | |
| Acres | 11,950 | 11,450 | 75,107 | 71,841 | | |
| Yield, bu. | 143.0 | 174.0 | 147.9 | 154.7 | | |
| Production | 1,708,850 | 1,992,300 | 11,112,072 | 11,113,766 | | |
| <u>Soybeans</u> | | | | | | |
| Acres | 9,450 | 10,050 | 71,361 | 73,935 | | |
| Yield, bu. | 47.0 | 48.0 | 43.3 | 41.8 | | |
| Production | 444,150 | 482,400 | 3,086,432 | 3,092,970 | | |
| Winter Wheat, G | | | | | | |
| Acres | 600 | 870 | 33,794 | 31,108 | | |
| Yield, bu. | 61.0 | 67.0 | 44.4 | 41.2 | | |
| Production | 36,600 | 58,290 | 1,499,129 | 1,283,134 | | |
| Oats, Grain | | | | | | |
| Acres | 40 | 40 | 1,823 | 1,907 | | |
| Yield, bu. | 79.0 | 70.0 | 63.0 | 56.3 | | |
| Production | 3,160 | 2,800 | 114,878 | 107,423 | | |
| Sorghum, Grain | 1 02 | 0.7 | 5.504 | 5.045 | | |
| Acres | 83 | 87 | 5,736 | 5,317 | | |
| Yield, cwt. | 92.0 | 107.0 | 68.7 | 57.3 | | |
| Production | 7,636 | 9,309 | 393,893 | 304,635 | | |
| <u>Alfalfa</u> <u>Hay</u> | 400 | 420 | 22 200 | 22.407 | | |
| Acres | 400 | 420 | 22,389 | 22,407 | | |
| Yield, tons | 3.50 | 4.40 | 3.38 | 3.18 | | |
| Production | 1,400 | 1,848 | 75,771 | 71,205 | | |
| <u>All Other Hay</u> | 220 | 250 | 20.260 | 40.200 | | |
| Acres | 330 | 350 | 39,260 | 40,290 | | |
| Yield, tons | 2.30 | 2.30 | 1.91 | 1.77 | | |
| Production | 759 | 805 | 74,819 | 71,121 | | |
| Potatoes, Summe | | () | F1 4 | 540 | | |
| Acres | 5.5 | 6.3 | 51.4 | 54.8 | | |
| Yield, cwt. | 380 | 410 | 342 | 342 | | |
| Production | 2,090 | 2,583 | 17,567 | 18,731 | | |
| <u>Apples</u> | 40.0 | F2.0 | 0.064.0 | 0.710.7 | | |
| Mil. lbs. | 49.0 | 53.0 | 9,864.9 | 9,619.7 | | |
| <u>Peaches</u> | 11 200 | 11 500 | 1 104 550 | 1.052.000 | | |
| Mil. lbs. | 11,200 | 11,500 | 1,184,550 | 1,053,800 | | |
| Snap Beans 1/ | 15 100 | 14.000 | 207.020 | 100.040 | | |
| Acres | 15,100 | 14,800 | 207,020 | 188,040 | | |
| Yield, tons | 4.08 | 3.90 | 3.90 | 4.08 768,070 | | |
| Production | 61,300 | 57,720 | 810,495 | 708,070 | | |
| Sweet Corn 1/ | 2 / | 2 / | 402 240 | 201 (00 | | |
| Acres | <u>2</u> / | <u>2</u> / | 403,310 | 391,600 | | |
| Yield, tons | <u>2</u> / | <u>2</u> / | 7.86 | 7.73 | | |
| Production | 2/ | 2/ | 3,169,510 | 3,027,960 | | |

1/ Contract for processing only. 2/ Not published.

U.S. CROP REPORT

Corn production is forecast at 11.1 billion bushels, up one percent from last month and fractionally above 2005. Based on conditions as of September 1, yields are expected to average 154.7 bushels per acre, up 2.5 bushels from August and 6.8 bushels from last year. If realized, yield and production would be the second largest on record, behind 2004. Forecast yields are higher than August across the northern Great Plains and western Corn Belt as moderate to heavy precipitation during the month improved soil moisture levels and crop conditions. Expected yields across the eastern Corn Belt are unchanged from last month. Farmers expect to harvest 71.8 million acres of corn for grain, down 250,000 acres from August and down four percent from 2005. The September 1 corn objective yield data indicates the highest stalk count and the second highest ear count on record, behind 2004, for the combined ten objective yield states (Illinois, Indiana, Iowa, Kansas, Minnesota, Missouri, Nebraska, Ohio, South Dakota, and Wisconsin).

Soybean production is forecast at 3.09 billion bushels, up six percent from the August forecast and up slightly from the 2005 crop. If realized, this would be the second highest production on record. Based on September 1 conditions, yields are expected to average 41.8 bushels per acre, up 2.2 bushels from August but down 1.5 bushels from last year's record high yield. Compared with last month, yields are forecast higher across the Corn Belt and most of the northern and central Great Plains. Near or above normal moisture in those areas during August improved crop conditions. In contrast, yields are down or unchanged from the August 1 forecast across the Gulf Coast States and Atlantic Coast States, with the exception of South Carolina. The September 1 objective yield data for the combined seven major soybean producing states (Illinois, Indiana, Iowa, Minnesota, Missouri, Nebraska, and Ohio) indicate only slightly lower pod counts from last year's record high pod counts

ILLINOIS DISTRICT ESTIMATES

CORN, 2005-2006

| COR1, 2003-2000 | | | | | | | | | |
|-----------------|--------|---------|---------|---------------------|------|-------|-------------|---------------|--|
| | Acres | planted | Acres f | res for grain Yield | | Produ | uction | | |
| District | 2005 | 2006 | 2005 | 2006 | 2005 | 2006 | 2005 | 2006 | |
| | 1,000 | acres | 1,000 | 1,000 acres | | hels | 1,000 1 | 1,000 bushels | |
| Northwest | 1,963 | 1,953 | 1,925 | 1,921 | 140 | 189 | 269,532.5 | 363,069 | |
| Northeast | 1,127 | 1,087 | 1,112 | 1,073 | 129 | 183 | 143,564.5 | 196,359 | |
| West | 1,155 | 1,105 | 1,137 | 1,092 | 141 | 159 | 160,204.9 | 173,628 | |
| Central | 1,692 | 1,579 | 1,678 | 1,564 | 146 | 185 | 245,204.2 | 289,340 | |
| East | 1,667 | 1,589 | 1,657 | 1,574 | 158 | 185 | 261,925.5 | 291,190 | |
| West Southwest | 1,697 | 1,596 | 1,681 | 1,581 | 151 | 169 | 253,740.9 | 267,189 | |
| East Southeast | 1,612 | 1,556 | 1,595 | 1,532 | 139 | 166 | 221,589.7 | 254,312 | |
| Southwest | 563 | 536 | 545 | 521 | 133 | 130 | 72,485.2 | 67,821 | |
| Southeast | 624 | 599 | 620 | 592 | 130 | 151 | 80,602.6 | 89,392 | |
| ILLINOIS | 12,100 | 11,600 | 11,950 | 11,450 | 143 | 174 | 1,708,850.0 | 1,992,300 | |

SOYBEANS, 2005-2006

| | | | 30 i bi | EAINS, 2005-200 | <i>7</i> 0 | | | | |
|----------------|-------|---------------|---------|-------------------|------------|-------|-----------|------------|--|
| | Acres | Acres planted | | Acres for harvest | | Yield | | Production | |
| District | 2005 | 2006 | 2005 | 2006 | 2005 | 2006 | 2005 | 2006 | |
| | 1,000 |) acres | 1,000 |) acres | Bus | shels | 1,000 b | ushels | |
| Northwest | 991 | 992 | 986 | 987 | 48 | 54 | 47,330.5 | 53,298 | |
| Northeast | 762 | 812 | 758 | 807 | 44 | 47 | 33,364.7 | 37,929 | |
| West | 885 | 929 | 881 | 925 | 47 | 45 | 41,450.2 | 41,625 | |
| Central | 1,201 | 1,281 | 1,193 | 1,276 | 51 | 53 | 60,888.1 | 67,628 | |
| East | 1,334 | 1,396 | 1,328 | 1,391 | 51 | 51 | 67,761.5 | 70,941 | |
| West Southwest | 1,225 | 1,366 | 1,218 | 1,361 | 46 | 47 | 56,051.2 | 63,967 | |
| East Southeast | 1,557 | 1,669 | 1,550 | 1,661 | 46 | 49 | 71,311.4 | 81,389 | |
| Southwest | 820 | 858 | 816 | 853 | 42 | 38 | 34,304.8 | 32,414 | |
| Southeast | 725 | 797 | 720 | 789 | 44 | 42 | 31,687.6 | 33,209 | |
| ILLINOIS | 9,500 | 10,100 | 9,450 | 10,050 | 47 | 48 | 444,150.0 | 482,400 | |

MILK PRODUCTION

Milk production in <u>Illinois</u> during July 2006 totaled 165 million pounds, up one percent from last July 2005. The number of milk cows on farms averaged 103,000 head, down one percent from July of last year. Milk per cow was up one percent from last year at 1,600 pounds.

Estimated milk production in the <u>U.S.</u> during July 2006 totaled 15.2 billion pounds, up one percent from July 2005. Production per cow averaged 1,664 pounds, up eight pounds from last year. The number of milk cows was 9.13 million head in July, up one percent from a year ago.

MILK PRODUCTION: ILLINOIS & UNITED STATES, JULY 2005-2006

| | WHERE RODE OFFICE WE CENTED OF THE STORE 2000 2000 | | | | | | | | |
|---|--|----------|-------|----------------------|---------------|--------|----------------------|--|--|
| | | | July | | | | | | |
| | | Illinois | | | United States | | | | |
| | | 2005 | 2006 | 2006 as % of 2005 | 2005 | 2006 | 2006 as % of 2005 | | |
| Milk Production: Number of milk cows | Head (000) | 104 | 103 | 99 | 9,053 | 9,134 | 101 | | |
| Milk production per cow | Lbs. | 1,580 | 1,600 | 101 | 1,656 | 1,664 | 100 | | |
| Total milk production | Mil. lbs. | 164 | 165 | 101 | 14,978 | 15,200 | 101 | | |

AGRICULTURAL PRICES

The August index of prices received by Illinois farmers for all commodities was 102 percent of the base, down three points from the revised July figure and 12 points below August 2005. The current year's base was computed by multiplying the average production for the five-year period by the average price for each year. These five years were summed and then divided by five to arrive at an average (base) for the period. The current five-year average production was then multiplied by the current price and divided by the average for the five years to arrive at the current index. The August All Crops index, at 100 percent of the base, was four points below the revised July number and 11 points below August 2005. All field crop prices decreased from last month with the exception of oats. The All Livestock index was at 111 percent of the base, up five points from the revised July number but 12 points below August 2005. All livestock prices increased from last month except for all milk which decreased and barrows and gilts which remained steady. The hog-corn ratio was at 24.0.

The <u>U.S.</u> preliminary All Farm Products Index of Prices Received by Farmers in August, at 120 percent, based on 1990-92=100, increased three points from July. The Crop Index was up three points and the Livestock Index increased five points. Producers received higher commodity prices for lettuce, broilers, tomatoes, and eggs. Lower prices were received for corn, soybeans, sorghum grain, and potatoes. The overall index was also affected by the seasonal change based on a three-year average mix of commodities producers sell. Increased average marketings of cattle, grapes, calves, and sweet corn offset decreased marketings of wheat, hay, broilers, and canteloupe.

| INDEX OF PRICES RECEIVED BY FARMERS | | | | | | | | | |
|-------------------------------------|--------------|--------------|--------------|------------------|--|--|--|--|--|
| Commodity | July 2005 | Aug. 2005 | July 2006 | Aug. 15, 2006 | | | | | |
| ILLINOIS | 1999-20 | 03=100 | 2000-20 | 004=100 | | | | | |
| All Farm Products | 122 | 114 | 105 * | 102 | | | | | |
| All Crops | 122 | 111 | 104 * | 100 | | | | | |
| Food grains | 132 | 121 | 124 * | 114 | | | | | |
| Feed grains/hay | 113 | 102 | 108 * | 100 | | | | | |
| Soybeans | 134 | 122 | 98 * | 99 | | | | | |
| All Livestock | 119 | 123 | 106 * | 111 | | | | | |
| Meat animals | 119 | 125 | 108 * | 114 | | | | | |
| Dairy products | 120 | 115 | 95 * | 92 | | | | | |
| UNITED STATES | | 1990-92 | =100 | | | | | | |
| All Farm Products | 116 | 116 | 117 * | 120 | | | | | |
| All Crops | 115 | 115 | 123 * | 126 | | | | | |
| Food grains | 107 | 108 | 130 * | 129 | | | | | |
| Feed grains/hay | 105 | 100 | 109 * | 103 | | | | | |
| Oilseeds | 119 | 109 | 100 * | 94 | | | | | |
| All Livestock | 117 | 117 | 110 * | 115 | | | | | |
| Meat animals | 115 | 116 | 117 * | 119 | | | | | |
| Dairy products | 113 | 113 | 90 * | 91 | | | | | |
| Prices Paid | 141 | 141 | 148 * | 148 | | | | | |

INDEX OF PRICES RECEIVED BY FARMERS

82

82

79 *

81

Parity Ratio 1



| | | | PRICE | S RECEIVED | BY FARME | RS 1/ | | | |
|------------------|---------|--------------|--------------|--------------|------------------|---------------|--------------|--------------|------------------|
| | | | Ill | inois | | United States | | | |
| Commodity | Unit | July 2005 | Aug. 2005 | July 2006 | Aug. 15, 2006 | July 2005 | Aug. 2005 | July 2006 | Aug. 15, 2006 |
| | | | | | Do | ollars | | | |
| Corn | Bushels | 2.23 | 2.03 | 2.28 * | 2.10 | 2.11 | 1.95 | 2.14 * | 2.03 |
| Soybeans | Bushels | 6.78 | 6.20 | 5.74 * | 5.40 | 6.65 | 6.15 | 5.61 * | 5.24 |
| Sorghum | Cwt. | <u>3</u> / | 4.05 | 4.58 * | 4.00 | 3.94 | 3.69 | 4.62 * | 4.11 |
| Wheat, all | Bushels | 3.22 | 3.16 | 3.35 * | 3.20 | 3.20 | 3.24 | 3.89 * | 3.88 |
| Oats | Bushels | 1.77 | 1.84 | 1.95 * | 2.00 | 1.59 | 1.49 | 1.78 * | 1.70 |
| Hay, all baled | Tons | 91.00 | 94.00 | 87.00 | 89.00 | 99.70 | 99.70 | 107.00 * | 106.00 |
| Alfalfa hay, bld | Tons | 97.00 | 98.00 | 94.00 | 93.00 | 109.00 | 108.00 | 113.00 * | 110.00 |
| Other hay, bld | Tons | 72.00 | 75.00 | 74.00 | 71.00 | 75.90 | 77.00 | 89.30 * | 91.50 |
| Hogs, all | Cwt. | 50.70 | 51.60 | 50.30 * | 50.40 | 49.80 | 51.00 | 50.20 * | 51.60 |
| Barrows, Gilts | Cwt. | 52.00 | 53.00 | 52.00 * | 52.00 | 50.40 | 51.60 | 51.10 * | 52.50 |
| Sows | Cwt. | 36.80 | 37.00 | 30.40 * | 31.60 | 37.60 | 38.60 | 32.00 * | 33.60 |
| Beef cattle | Cwt. | 79.40 | 80.90 | 82.30 | 83.30 | 85.00 | 84.40 | 86.10 * | 87.70 |
| Cows | Cwt. | 52.00 | 52.00 | 46.00 | 47.00 | 53.80 | 51.40 | 46.60 * | 46.90 |
| Steers, Heifers | Cwt. | 80.00 | 81.50 | 83.00 | 84.00 | 88.20 | 87.70 | 90.40 * | 91.80 |
| Calves | Cwt. | 118.00 | 116.00 | 122.00 * | 123.00 | 133.00 | 133.00 | 136.00 * | 134.00 |
| Milk cows | Head | 1,850.00 | <u>2</u> / | 1,710.00 | <u>2</u> / | 1,830.00 | <u>2</u> / | 1,680.00 * | <u>2</u> / |
| Milk, all | Cwt. | 14.90 | 15.20 | 12.90 * | 12.70 | 14.80 | 14.80 | 11.80 * | 11.90 |
| Milk, fluid | Cwt. | 14.90 | 15.20 | 12.90 | <u>3</u> / | 14.80 | 14.80 | 11.80 * | 11.90 |
| Milk, mfg. | Cwt. | 14.40 | 13.90 | 12.40 | <u>3</u> / | 14.10 | 13.80 | 10.80 * | 11.00 |
| Hog-corn ratio | | 22.7 | 25.4 | 22.1 * | 24.0 | 23.6 | 26.2 | 23.5 * | 25.4 |

^{1/} Prices received represents the average of all grades or classes at point of first sale and should not be confused with market quotations.

^{1/} Prices received index divided by prices paid index.

Revised.

^{2/} Estimated in January, April, July and October.

^{3/} State prices not published.

^{*} Revised.

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FARM LABOR

HIRED WORKERS: NUMBER & HOURS WORKED, BY REGION, JULY 9-15, 2006 1/

| | Hired workers | | | | | | | | |
|-------------------|---------------|------------------|------------------|--------------|--|--|--|--|--|
| REGION <u>2</u> / | Number | Number of | | | | | | | |
| | of workers | 150 days or more | 149 days or less | hours worked | | | | | |
| | Thousands | | | | | | | | |
| LAKE | 68 | 44 | 24 | 38.4 | | | | | |
| CORNBELT I | 55 | 33 | 22 | 34.7 | | | | | |
| CORNBELT II | 23 | 20 | 3 | 41.8 | | | | | |
| U.S. | 875 | 630 | 245 | 40.9 | | | | | |

HIRED WORKERS: WAGE RATES FOR TYPE OF WORKER & ALL HIRED WORKERS, BY REGION, JULY 9-15, 2006 1/

| | | Type of worker | | | | | | |
|-------------------|-------|------------------|----------------------------|--------------------------|--|--|--|--|
| REGION <u>2</u> / | Field | Livestock | Field & livestock combined | for all hired workers | | | | |
| | | Dollars per hour | | | | | | |
| LAKE | 9.37 | 9.72 | 9.50 | 10.22 | | | | |
| CORNBELT I | 9.46 | 9.28 | 9.40 | 10.14 | | | | |
| CORNBELT II | 9.85 | 10.15 | 10.00 | 10.40 | | | | |
| U.S. | 8.95 | 9.56 | 9.10 | 9.74 | | | | |

^{1/} Excludes agricultural service workers.

Brad Schwab, Mark Schleusener, Michael S. Clark, Agricultural Statisticians "Printed by authority of the State of Illinois" 9/13/06, 1,825, 1399



^{2/} Regions consist of the following: LAKE: MI, MN, WI; CORNBELT I: IL, IN, OH; CORNBELT II: IA, MO; UNITED STATES: Excludes Alaska.